

Muret CPA, PLLC
3326 E 27th Place
Tulsa, OK 74114-5910

Dayna Smart
11467 Outpost Cove Dr
Willis, TX 77318

**Muret CPA, PLLC
3326 E 27th Place
Tulsa, OK 74114-5910
918-301-1100**

November 2, 2021

CONFIDENTIAL

Dayna Smart
11467 Outpost Cove Dr
Willis, TX 77318

Dear Shareholder:

We have prepared the enclosed copy of Form 1120-S, Schedule K-1 for Elkhorn Exploration Co. It contains your share of the corporation's items of income (loss), credits and deductions, and other information for the corporation's tax year ended December 31, 2020. These items are to be reported on your federal income tax return; therefore, this Schedule should be retained with your tax records and documentation.

Also enclosed is state K-1 information, if applicable. This information should also be retained with your tax records and documentation.

We have retained a copy of the Schedule K-1 and other relevant documents for use in preparing your federal income tax return and, if applicable, all State K-1 information for use in preparing any state tax returns. We urge you to call for an appointment at your earliest convenience so that we might begin preparation of your individual tax returns.

If you have any questions, or if we can be of assistance in any way, please do not hesitate to call.

Sincerely,

Muret CPA, PLLC

**Schedule K-1
(Form 1120-S)**Department of the Treasury
Internal Revenue Servicebeginning ending **2020**

For calendar year 2020, or tax year

 Final K-1 Amended K-1**Shareholder's Share of Income, Deductions, Credits, etc.**

{ See back of form and separate instructions.

Part III Shareholder's Share of Current Year Income, Deductions, Credits, and Other Items

1	Ordinary business income (loss) -40	13	Credits
2	Net rental real estate income (loss)		
3	Other net rental income (loss)		
4	Interest income		
5a	Ordinary dividends		
5b	Qualified dividends	14	Foreign transactions
6	Royalties		
7	Net short-term capital gain (loss)		
8a	Net long-term capital gain (loss)		
8b	Collectibles (28%) gain (loss)		
8c	Unrecaptured section 1250 gain		
9	Net section 1231 gain (loss)		
10	Other income (loss)	15	Alternative minimum tax (AMT) items
11	Section 179 deduction	16	Items affecting shareholder basis
12	Other deductions		
17	Other information		
V*			STMT
18	<input type="checkbox"/> More than one activity for at-risk purposes*		
19	<input type="checkbox"/> More than one activity for passive activity purposes*		

* See attached statement for additional information.

Form **1120-S**
Schedule K-1**Schedule K-1, Box 17, Code V**
Shareholder's Section 199A Information**2020**

For calendar year 2020 or tax year beginning _____, ending _____

Name

Elkhorn Exploration Co
Dayna Smart

Taxpayer Identification Number

Column A	Activity Description	Pass-Through Entity EIN	PTP	Aggregated	SSTB
	Page 1 Activity				
Column B					
Column C					
Column D					
Column E					

QBI or Qualified PTP items:

Ordinary business income (loss)
 Net rental real estate income (loss)
 Other net rental income (loss)
 Royalty income (loss)
 Section 1231 gain (loss)
 Other income (loss)
 Section 179 deduction
 Other deductions

Column A
-40

Column B

Column C

Column D

Column E

W-2 wages**Qualified property****Other Information:**

QBI allocable to cooperative pmts received
 W-2 wages allocable to qualified payments
 Section 199A(g) deduction

Section 199A REIT dividends